City of Saskatoon

SASKATCHEWAN, CANADA

FINANCIAL REPORT 1999

100-05052/

City of Saskatoon

(Saskatchewan, Canada)

Financial Report

Year Ended December 31, 1999

City of Saskatoon

Prepared by:

CORPORATE SERVICES DEPARTMENT

Finance Branch

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City of Saskatoon
(Saskatchewan, Canada)

Introductory Section

City of
Saskatoon

City of
Saskatoon

CORPORATE SERVICES DEPARTMENT

April 7, 2000

His Worship Mayor H. Dayday
and Members of Council of the
City of Saskatoon

Your Worship and Members of Council:

I am pleased to submit the City of Saskatoon's 1999 Annual Financial Report and to comment on the fiscal year then ended, as well as review the City's overall financial position.

The attached financial statements are prepared on a consolidated basis. Note 1a) of the Notes to the Consolidated Financial Statements identifies the consolidated entities. The purpose of this report is to provide financial, statistical and other relevant information about the City of Saskatoon to enable readers to familiarize themselves with the City and the City's finances.

The preparation and presentation of the financial statements, statistics and other financial information contained in this annual report is the responsibility of the management of the City of Saskatoon. The City maintains a system of internal controls, including an internal audit function, designed to safeguard assets and ensure the timeliness, completeness, and accuracy of the financial records. While such systems have inherent limitations, I believe that our system achieves the above goals efficiently and effectively.

The accompanying statements have been subject to review by our external audit firm of KPMG, Saskatoon, whose unqualified audit report has been reproduced in these statements. The City of Saskatoon also has an Audit Committee whose responsibility is to recommend the appointment of External Auditors as well as review recommendations and observations of both the internal auditor and external auditor regarding the management effectiveness and financial controls within the Civic Administration.

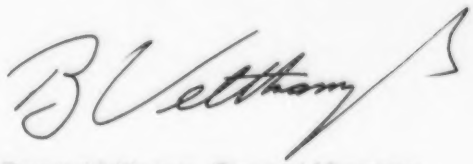
The attached financial statements reveal that the City ended the year with a surplus of $574,000. The primary reason for this surplus is the sustained growth the City continued to enjoy in 1999.

The City continued its aggressive capital program in 1999, with planned expenditures totaling $67,757,000. All of these expenditures were financed from either reserves, development levies, Federal/Provincial Infrastructure grants, or from capital funds provided through taxation.

No debentures were issued in 1999, continuing the City's practice of a pay-as-you-go philosophy. This strategy limits any

new debt issuance to that which can be financed as a result of debt maturities, or stipulates that reduced debt charges are applied directly to an increase in the contribution from taxation to fund capital programs. The City's per capita mill rate supported debt has been reduced to $17.

The City continues to receive positive reviews from the Canadian Bond Rating Service (CBRS) which reconfirmed the City's AAA rating. In its 1999 report, CBRS states that City's credit profile is one strongest among CBRS's rating portfolio of over 400; with only seven other government entities achieving this rating.



Bernie Veltkamp, General Manager
Corporate Services Department

His Worship
Mayor H. Dayday

Saskatoon City Council - 1999

Councillor
J. Maddin
(Ward 1)

Councillor
A. Langford
(Ward 2)

Councillor
R. Steernberg
(Ward 3)

Councillor
M. Heidt
(Ward 4)

Councillor
P. McCann
(Ward 5)

Councillor
K. Waygood
(Ward 6)

Councillor
P. Roe
(Ward 7)

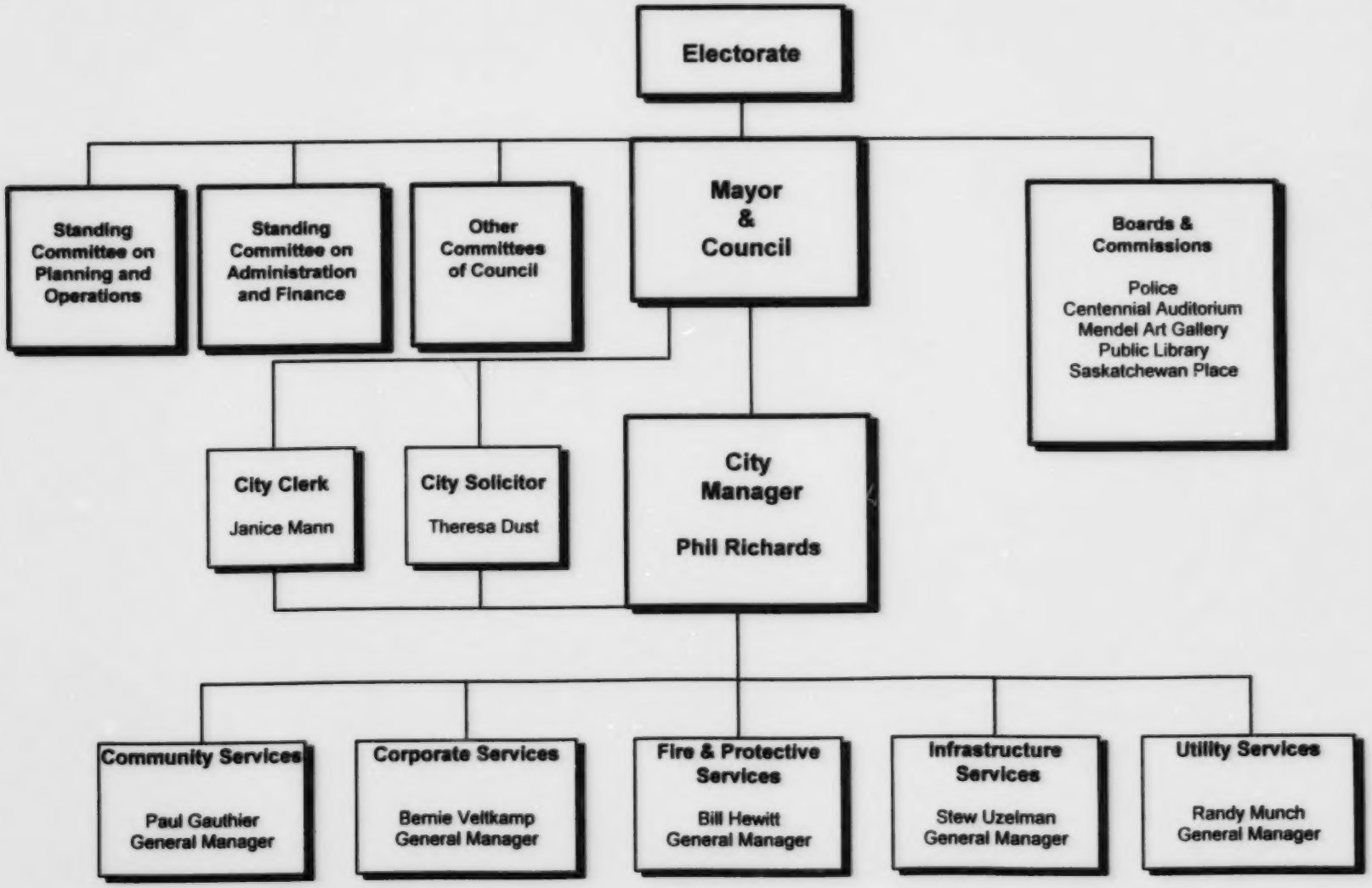
Councillor
H. Harding
(Ward 8)

Councillor
D. L. Birkmaier
(Ward 9)

Councillor
D. Atchison
(Ward 10)

The City of Saskatoon is governed by an act of legislation of the Province of Saskatchewan known as The Urban Municipality Act. The Mayor is the Chief Executive Officer of the City. Administrative powers and duties have been delegated to the City Manager who is appointed by City Council. The Council consists of the Mayor and ten Councillors, elected for a period of three years.

City of Saskatoon
Organization Structure



City of Saskatoon

Geography

Saskatoon, a commercial and educational centre in the Province of Saskatchewan, is situated on the banks of the South Saskatchewan River in Townships 36 and 37, Range 5 and Township 36, Range 6, West of Third Meridian.

The City lies 216 miles north of the boundary between the United States and Canada, 140 miles from the Western boundary and 215 miles from the eastern boundary of the Province. It is the only large city between Winnipeg and Edmonton, being 440 miles northwest of Winnipeg and a little over 300 miles southeast of Edmonton.

Seven bridges cross the river within the City limits. Five of these bridges are for vehicular and pedestrian traffic, and the other two serve the Canadian Pacific and Canadian National Railways.

History

The Saskatoon area has been inhabited for some 5,000 to 8,000 years. Buffalo kill sites, teepee rings and a medicine wheel can still be seen today and form an important link with the past.

The name 'Saskatoon' is derived from the Cree Indian name 'Mis-sask-quah-toomina'. These words are the plural. The singular is secured by dropping the final 'a'. The name was given by Indians to the berry which is found in such profusion in this vicinity. According to a member of the original townsite survey party, the Indians used to gather large quantities of these berries and walk through the camps selling them, crying what sounded to the members of the party 'Saskatoons, Saskatoons'.

The townsite was surveyed in 1883, but the first railway did not come in until 1890. The first settlers arrived in the summer of 1883, travelling by railway from Ontario to Moose Jaw and then over land in horse-drawn carts to the piece of prairie that would become the community of Saskatoon. By 1899, Saskatoon consisted of a few houses on the east side of the river and on the west side was the station house, the section foreman's house, the Mounted Police barracks, a stone building, a hotel and about six other houses and shacks. About this time, property in what is now the central part of the City sold at $45 for 75 feet. In 1901, Saskatoon was

incorporated as a village and in 1902, the first weekly newspaper was published bearing the title of "The Phoenix". In 1903, the town charter was obtained.

Following the formation of the Province in the year 1905, the location of the capital and of the University became live questions. It was believed at that time that Saskatoon was to be chosen as the capital, but eventually a compromise was reached whereby Regina became the seat of the Government and the provincial University was placed at Saskatoon.

For several years, Saskatoon remained a small, isolated settlement of only a few hundred people but, by 1906, it had grown large enough to become a city with a population of about 5,000. Saskatoon's aggressive business community persuaded other railway companies to locate here, allowing both people and goods to reach the City and surrounding district more easily. By 1911, the population had more than doubled and Saskatoon had become what it is still today, a major distribution centre for the surrounding agricultural district. Municipal services expanded rapidly in this period, providing water and electrical services and, in 1913, a public transit system.

With its dependence on agriculture, Saskatoon has experienced many 'booms and busts' throughout its history. The expansion of the mining industry in the 1970's and 1980's diminished this to some extent and the future promises continued diversification through the emergence of more advanced technology industries and an increase in manufacturing, primarily to service the resource sector.

Moving into the 1990's, Saskatoon continues to be a dynamic, vibrant community poised for a resurgence in economic growth and activity. Saskatoon is the largest centre in the province with a current population of 212,136 and serves an immediate trading area of over 265,000 and the surrounding area of 550,000. Saskatoon is recognized as the Provincial centre for business, education, health, finance, food processing, mining, microelectronics, metal fabricating, textiles, and research and development. Saskatoon is home to the University of Saskatchewan, a major university with over 15,000 full-time and 3,000 part-time students, as well as housing the Kelsey campus for the Saskatchewan Institute of Applied Science & Technology. Owing to Saskatoon's strategic location within the Province, our community serves as the supply and distribution centre. A network of highways and convenient air and railway services make Saskatoon a very accessible location for business travel and shipment of goods.

In Saskatoon, the quality of life and the insatiable sense of community pride are second to none. Saskatoon is culturally alive, sophisticated, and one of the most beautiful, people-oriented cities in Canada. Recalling that Saskatoon's pioneers originated from Ontario and Great Britain, the city is now home to people from around the world. This ethnic diversity is an integral component of the rich and diverse culture which makes

Saskatoon a unique and exciting place to live and work. Residents are very proud of the clean, wide, tree-lined streets, the numerous parks throughout the city, and the 300 acres of beautiful riverbank joined by jogging and cycling paths running right through the downtown core. History comes alive in the city's many museums and heritage centres such as Boom Town 1910 in the Western Development Museum, Wanuskewin Heritage Park, the Ukrainian Museum of Canada, and the John G. Diefenbaker Centre. Saskatoon boasts an active cultural scene which is fostered by the Mendel Art Gallery. Several professional and amateur theatres, a Symphony Orchestra, and a dance series are a tribute to the city's artistic community. Numerous festival and special events are celebrated year-round. Saskatoon provides an abundance of recreational opportunities such as the Meewasin Valley Trail and the Beaver Creek Conservation area.

Indeed, Saskatoon offers all of the amenities of a large metropolitan centre, yet retains the spirit and warm, friendly enthusiasm of a smaller closely-knit community.

1999 Highlights

Saskatoon Earns Straight A's

The Canadian Bond Rating Services reaffirmed their confidence in the economy and management of the City of Saskatoon by re-issuing a AAA credit rating. Saskatoon remains the only single-tier municipality in the country with the highest rating.

2000 is Met with Success

The City successfully managed theY2K issue through a carefully planned and implemented roll-over strategy. Saskatoon will benefit from the process for years to come as the Y2K contingency plans developed will enhance the City's preparedness for emergencies involving long-term power outages.

Saskatoon - Field of Beams

An unprecedented partnership of municipal, provincial, federal, academic, and private enterprises were successful in bringing the largest scientific project in Canadian history to the University of Saskatchewan - the $170 million Canadian Light Source synchrotron. The City of Saskatoon's $2.4 million commitment to the project helped to establish cutting edge research and technology in the city, and significant economic development opportunities for years to come.

The Stage is Set

Extensive renovations at Saskatoon's Centennial Auditorium were completed in 1999, setting the stage for a successful run of *Miss Saigon* in the new year - the only western Canadian showing of the Tony-winning musical.

Like a Bridge over...

The two-year rehabilitation of the University Bridge was completed, and the Circle Drive overpass at 8th Street East was constructed in 1999. Planning for interchanges at Circle Drive and Attridge Drive and Circle Drive and 22nd Street began in earnest.

Hot Dog!

Economic development activity continued to shine in '99. Highlights included the $50 million dollar expansion at Mitchell's Gourmet Foods and various expansions at Innovation Place, Hitachi Canadian Industries, and throughout Saskatoon's industrial sector.

1999 brought $29.6 million in new business investment to Saskatoon and area.

And growing, and growing, and...

The City's population grew to 212,000, representing a growth rate of 3 percent.

Services Provided By City Departments

OFFICE OF THE CITY MANAGER

The City Manager is the chief administrative officer of the City of Saskatoon. The position is responsible for planning, directing, supervising, co-ordinating and controlling all municipal operations as approved by City Council.

The City Manager's responsibilities include providing assistance and advice on various aspects of municipal operations, investigating and reporting on all matters referred by City Council and its committees, and submitting the capital and operating budgets to City Council for review. In addition, the City Manager has responsibility for the Communications Branch, which plans and directs all corporate communication activities for the civic administration including the development and implementation of public, employee and media relation strategies.

The City Manager chairs the Management Committee (comprised of all General Managers) which is responsible for co-ordination of all city-wide management and operational matters.

The City Manager is the direct supervisor of all General Managers and through them, all Branch Managers and civic employees (except for those boards and commissions which are responsible to City Council). This includes the appointment, supervision, and management of employees of the City, except those employees appointed directly by City Council. The City Manager makes recommendations to Council with respect to the appointment of General Mangers and any officials required to be appointed by City Council.

COMMUNITY SERVICES DEPARTMENT

Saskatoon is a community of people, cultures, businesses, and of course, land. The Community Services Department, through seven Branches, delivers and facilitates programs that create the type of community in which people want to live, work, play and visit.

Community Services Branch

The Community Services Branch is responsible for the nurturing of the city's culture, parks, recreation and sport. This Branch operates several leisure centres and facilities and provide programs, open spaces and parks. In addition, it works with community groups, special interest groups and individuals to be sure that public leisure needs are met.

Land Branch
The primary function of the Land Branch is to administer the city's Land Bank program. In addition to developing and selling single-family, multi-family, institutional, commercial, and industrial property, this Branch provides subdivision designs for city-owned land, support to the Urban Design Committee and Business Improvement Districts, conducts design and streetscape studies, and maintains all civic property.

Building Standards Branch
The Building Standards Branch issues building and plumbing permits and administers inspection programs related to regulations contained in the Building Bylaw, the Swimming Pool Bylaw, the Uniform Building and Accessibility Standards Act, the National Building Code, and Plumbing and Drainage Regulations.

Development Services Branch
The Development Services Branch facilitates the orderly use and development of property within the policies and standards of the City's Zoning, Subdivision, Business License Bylaws, and also supports the conservation of heritage property.

City Planning Branch
The City Planning Branch is responsible for the administration of the City of Saskatoon Development Plan which provides policies and standards to guide urban development and future growth. The Branch is also responsible for administering the city's housing program, administering and maintaining the Zoning Bylaw, and planning and building services within Saskatoon.

Community Support Branch
The Community Support Branch provides public consultation, neighbourhood-based recreation programs, supports volunteers in the delivery of those programs, and creates a network of volunteers capable of addressing other issues that affect the quality of life in their community.

Leisure Services Branch
The Leisure Services Branch ensures that a broad range of sport, culture, parks and recreation opportunities are available and affordable to residents and visitors. Programming is offered through leisure centres, rinks, a zoo, golf courses, a campground, a speed skating oval, and various park locations.

CORPORATE SERVICES DEPARTMENT

The of City Saskatoon is a large organization with nearly 2,500 full, part-time, and seasonal employees. The role of the Corporate Services Department, through its six Branches, is to help the institution work effectively and efficiently.

Finance Branch
The Finance Branch protects the financial assets of the Corporation, provides advice and direction on financial matters, and prepares and issues financial statements and reports. The Branch is organized into three teams:

The Office of the City Assessor is responsible for providing the assessment of all real property located in the City of Saskatoon through compliance with provincial legislation, and to

defend such assessments before the Board of Revision and the Saskatchewan Municipal Board.

The Office of the City Comptroller is responsible to record, control, and report the financial activities of the Corporation through the consistent adherence to civic policies, procedures and contractual obligations, and to administer corporate budget systems.

The Office of the City Treasurer is responsible for the collection, control and disbursement of all corporate funds. This includes responsibility for the billing and collection of taxes, property taxes, electrical, water and sewer utility services and matters related to municipal licensing.

Corporate Information Services Branch
This is our "computer" Branch. The Corporate Information Services Branch ensures the effective management of the Corporation's information assets and supporting technologies. This Branch provides the corporate computing environment, information technology planning, development, implementation and support, corporate database development, support and administration, departmental and corporate application development, implementation and support, communication and network infrastructure services and support, and management of the Corporate Internet connection.

Labour Relations Branch
The Labour Relations Branch is responsible for collective bargaining with all unions and associations representing civic employees, implementation, administration and interpretation of collective agreements, grievance decisions and arbitration awards, and timely and accurate advice and counsel to City Council and management regarding labour relations issues.

Employment and Compensation Branch
The Employment and Compensation Branch acts as a central resource for employee recruitment. The Branch oversees and administers job evaluations and classifications, and conducts research in the area of employment compensation.

Employee Services Branch
The Employee Services Branch provides services to individual employees, work groups and civic departments. The Branch is organized into three teams:

The Employee Benefits Team provides in-house expertise and administration of employee benefit plans and entitlements, including superannuation, group life insurance, dental insurance and disability income.

The Organization and Staff Development Team assists others to improve performance through a variety of management processes including strategic planning, staff training and development, coaching and counselling, and workplace problem resolution.

The Organizational Health and Safety Team is responsible for safety training, work site inspections, accident investigations, administration of Workers' Compensation claims, and occupational health initiatives.

Corporate Support Services Branch
The Corporate Support Services Branch provides administrative and technical support to the entire Corporation. Its responsibilities include tendering and purchasing services to the Corporation, inventory management, computer, network, communication and PC product support, microcomputer training, micrographics, and telephone and photocopy services.

In addition, the Branch provides a lost and found service to the citizens of Saskatoon.

FIRE AND PROTECTIVE SERVICES DEPARTMENT

Saskatoon Fire and Protective Services responds to and mitigates emergencies involving incidents of fire, rescues (including the entrapment of persons, water and high angle rescues), unplanned releases of dangerous goods, pre-hospital emergency medical incidents, the Saskatoon Emergency Measures plan and organization, and related enforcement, prevention and education programs.

INFRASTRUCTURE SERVICES DEPARTMENT

The Infrastructure Services Department is responsible for the planning, operation, and maintenance of many of the City's assets including those involved with water distribution, sanitary sewage collection, storm water collection, roadways, bridges, parks and open spaces, public cemeteries, vehicle and equipment fleet, and City-owned buildings and structures. The Department is organized into five Branches.

Municipal Engineering Branch
The Municipal Engineering Branch provides planning, design, construction and regulatory services. Major activities include network planning for municipal services, functional and detailed designs, land development, traffic operations, technical support, parking control, construction services and regulatory control.

Public Works Branch
The Public Works Branch is responsible for the operation, maintenance and preservation of roads, lanes, sidewalks, water mains, sanitary sewer mains, and storm sewer mains.

Parks Branch
The Parks Branch is responsible for preserving the City of Saskatoon's investment in its civic grounds. This is accomplished through policy development, conceptual planning, design and construction inspection for civic parks and open spaces, as well as project management.

Facilities Branch
The Facilities Branch is responsible for the City's buildings and structures, the City-owned vehicle and equipment fleet, and the City's radio communications system. As such, the Branch provides for building operation and maintenance of leisure facilities, fire halls, transit buildings, and City office buildings. Project management services for any capital or maintenance projects are provided, including design, contract tendering and award, and construction management. Energy

management, space management, and accommodation planning are also provided.

Business Administration Branch
The Business Administration Branch is responsible for providing support services to the department in the areas of financial, clerical, administrative, and human resource services.

UTILITY SERVICES DEPARTMENT

A 'utility' is simply a service provided to the public for a fee. The Utility Services Department brings together all utilities, including electricity, water, and transportation, that generate revenue from fees charged directly to the user. The Department is divided into six branches.

Water Treatment Branch
The Water Treatment Branch is responsible for the collection, treatment, and pumping of potable water, and the installation and maintenance of the City's water meters.

Electrical Services Branch
The City of Saskatoon operates an electric utility providing electrical service to the area of Saskatoon which lies generally within the 1958 City boundary. Bulk electrical power is purchased from the provincial crown utility, SaskPower and, through a system of substations, distribution lines and transformers, this power is supplied to customers on demand at locations and at voltages appropriate to their needs. The Utility is also responsible for the street lighting system.

Wastewater Treatment Branch
The Wastewater Treatment Branch is responsible for the treatment of sewage, disposal of residual solids, and the operation and maintenance of the sewage collection pumping stations.

Transit Services Branch
The Transit Services Branch operates and maintains Saskatoon's public transit system.

Environmental Compliance Branch
The Environmental Compliance Branch is responsible for the collection and disposal of solid waste, the operation of the Department's laboratories, and the monitoring necessary to meet environmental regulatory requirements.

Business Administration Branch
This branch is responsible for the business functions of the Department, including utility rate design and analysis.

BOARDS AND COMMISSIONS

Saskatoon Police Service
The Police Service is under the control of a separate executive authority called the Board of Police Commissioners. This Board consists of the Mayor and four other persons appointed annually by City Council, two of whom shall be members of Council and two of whom shall be chosen from the public at large.

The Board is subject to the legislative jurisdiction of the City Council to the extent only that the amount expended for upkeep of

the service must not exceed the amount fixed by the current estimates of the Council for that purpose.

The professional skills and abilities of trained police officers are focused on:

- The preservation of peace and security.
- The prevention of crime and offenses committed against the community.
- The apprehension of persons who commit criminal acts and the securing of appropriate evidence for prosecution.
- Involving the community in identifying safety and security concerns and actively working with the police to solve these issues.

Saskatchewan Place

Saskatchewan Place, western Canada's most versatile and exciting trade, sports and entertainment centre was built to eventually accommodate over 16,000 patrons. After opening with a fixed seating capacity of 7,700, Saskatchewan Place expanded in the fall of 1990 to 11,300 permanent seats.

In the building's short history it has been the site of World and Canadian sporting championships, major concerts and trade shows, and is the home of the Saskatoon Blades of the Western Canadian hockey league. The hosting of these events brings over 700,000 through Saskatchewan Place on an annual basis.

Saskatoon Centennial Auditorium and Convention Centre

The Centennial Auditorium was a project to commemorate the centennial of the founding of the Dominion of Canada. Completed in 1968, it has recently undergone extensive renovations to ensure it remains a multi-purpose facility to satisfy the needs of thousands today.

The Saskatoon Centennial Auditorium is an imposing and beautiful building on two acres of land in the heart of the city, adjacent to a major shopping complex, steps away from first-class hotels, restaurants, boutiques, and parking facilities for 2,000 cars.

The Centennial Auditorium is owned by the City of Saskatoon and is operated by the Saskatoon Centennial Auditorium Foundation which was incorporated in 1965. The Foundation consists of a Board of Directors with representation from City Council and the general public.

Saskatoon Public Library

The Saskatoon Public Library, which first opened for circulation in May 1913 in the basement of the Oddfellow's Hall, is now a city-wide system consisting of the central library, six branches and one booktrailer. The Library is supported by city taxation and provincial government grants, but direct service to each Saskatoon resident is free of charge.

The Library is a community resource centre, offering books, records, compact discs, films, video cassettes, magazines, newspapers, maps, audio cassettes, telephone books, pamphlets, government documents, trade directories, indexes and other informational materials to meet public informational, educational and recreational

needs. City Council minutes, reports, studies and other civic material are available and may be consulted in the Library.

An automated circulation system operates in the main library, branches and booktrailer. The host computer is housed in the Frances Morrison (Main) Branch Library. This facility makes the entire book collection more accessible to all Library users and allows the Library a much more accurate inventory of the location of materials at any given moment.

The Mendel Art Gallery and Civic Conservatory

The Mendel Art Gallery and Civic Conservatory was opened in 1961 and named to honour Fred S. Mendel, industrialist and art connoisseur, who established his business and home in Saskatoon in 1940.

Selections from the Gallery's collection are exhibited regularly, along with regularly scheduled contemporary and historical exhibitions of local, national/international origin. Each year more than twenty-four exhibitions are presented without charge for the benefit of Saskatonians and visitors to the city. The Mendel Art Gallery and Civic Conservatory is operated as a civic corporation under a board of appointed trustees.

City of Saskatoon
(Saskatchewan, Canada)

Financial Section

City of
Saskatoon

KPMG LLP
Chartered Accountants

Auditors' Report

His Worship the Mayor and City Council:

We have audited the Consolidated Statement of Financial Position of the City of Saskatoon as at December 31, 1999 and the following statements and schedules for the year ended December 31, 1999.

a) Consolidated Statement of Financial Activities
b) Consolidated Statement of Changes in Financial Position
c) Funds to Offset Taxation or User Charges in Future Years
d) Capital Operations
e) Reserves
f) Reserve Funds
g) Revenues and Expenditures

These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the City of Saskatoon as at December 31, 1999 and the results of its operations and the changes in its financial position for the year then ended in accordance with municipal accounting principles as disclosed in Note 1 to the financial statements.

Our report does not extend to the estimates provided for comparative purposes.

KPMG LLP

Chartered Accountants
Saskatoon, Saskatchewan
March 31, 2000

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 1999

	(Dollars in Thousands) 1999	1998
ASSETS		
FINANCIAL ASSETS		
Cash and Short Term Investments	$ 47,676	$ 55,165
Taxes Receivable (Note 2)	14,758	13,884
User Charges Receivable (Note 2)	23,567	8,892
Accounts Receivable (Note 2)	17,507	14,997
Other Current Assets	8,139	8,943
Long-Term Investments (Note 3)	74,805	72,996
Total Financial Assets	186,452	174,877
Capital Outlay Financed by Long Term Liabilities to be Recovered in Future Years (Note 1B(iii))	33,302	40,966
	$ 219,754	**$ 215,843**

See accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 1999

	(Dollars in Thousands) 1999	1998
FINANCIAL LIABILITIES		
Accounts Payable	$ 30,554	$ 29,223
Other Current Liabilities	10,394	7,099
Deferred Revenue - Development Charges (Note 1B(v))	10,677	10,157
Total Long-Term Liabilities (Note 7)	37,623	45,210
Employee Benefits Payable (Note 6)	13,500	13,718
Total Financial Liabilities	102,748	105,407
Net Fund Balances at the End of the Year		
Funds to Offset Taxation or User Charges in Future Years (Schedule 1)	574	1,370
Unexpended Capital Financing (Schedule 2)	46,718	45,083
Reserves (Schedule 3)	77,638	73,174
Reserve Funds (Schedule 4)	5,576	4,527
	130,506	124,154
Less Unfunded Employee Benefits (Note 6)	(13,500)	(13,718)
Net Fund Balances	117,006	110,436
	$219,754	**$215,843**

See accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
For the Year Ended December 31, 1999

	(Dollars in Thousands) 1999	1998
EXPENDITURES		
General Government	$ 17,063	$ 16,503
Protection of Persons and Property	53,926	52,439
Transportation	50,226	44,541
Environmental Health	20,033	19,506
Social and Family Services	2,705	2,359
Environmental Development	14,623	16,140
Recreation and Cultural Services	39,871	43,602
Property Purchases and Development	5,989	5,981
Electrical/Water Utilities	76,609	80,287
Debt Servicing Costs	3,510	4,918
Total Expenditures	**284,555**	**286,276**
Increase (decrease) in employee benefits payable	(218)	261
	284,337	**286,537**
FINANCING		
Taxation	82,896	79,982
Grants in Lieu of Taxes	3,390	3,176
User Charges	154,339	153,937
Federal Grants	1,857	1,598
Provincial Grants	7,922	7,304
Investment Income	9,327	9,409
Contribution from Developers	18,077	16,682
Other	20,686	18,709
Total Financing	**298,494**	**290,797**
Net expenditures under financing	14,157	4,260
Long term debt repaid	(7,587)	(7,034)
Net increase (decrease) in fund balances	**6,570**	**(2,774)**
Net fund balances at the beginning of the year	110,436	113,210
Net fund balances at the end of the year	**$117,006**	**$ 110,436**

See accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
For the Year Ended December 31, 1999

	(Dollars in Thousands) 1999	1998
Operations:		
Net Expenditures Under Financing	$14,157	$ 4,260
Changes in Non-Cash Operating Working Capital Items:		
Taxes Receivable	(874)	(646)
User Charges Receivable	(14,675)	730
Accounts Receivable	(2,510)	1,893
Other Current Assets	804	547
Accounts Payable	1,331	2,859
Other Current Liabilities	3,295	376
Deferred Revenue - Development Charges (Note 1B(v))	520	195
Employee Benefits Payable	(218)	261
Net Cash From Operations	**1,830**	**10,475**
Investing		
Increase in Long-Term Investments	**(1,809)**	**(1,235)**
Long Term Debt:		
Increase in Sinking Fund Requirement	77	88
Repaid	(7,587)	(7,034)
	(7,510)	**(6,946)**
Increase (Decrease) in Cash and Short Term Investments	**(7,489)**	**2,294**
Opening Cash and Short Term Investments	**55,165**	**52,871**
Closing Cash and Short Term Investments	**$47,676**	**$55,165**

See accompanying notes.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 1999

1. ACCOUNTING POLICIES

A) Basis of Consolidation

i) These financial statements consolidate the assets and liabilities and flow of resources of the General Revenue Funds, Capital Funds, Reserve Funds and the Revenue and Capital Funds of all Boards and Utilities which are under the control of City Council, namely:

Board of Police Commissioners
Sewage Utility
Water Utility
Electrical Utility
Transit Utility
Mendel Art Gallery
Centennial Auditorium
Saskatchewan Place
Saskatoon Public Library
Reserve Funds

All interfund loans, other than normal trade accounts payable/receivable, have been eliminated through the consolidation.

Schedule 5, and supporting Appendices 3 to 8, include only those revenues and expenditures reflected in the City's annual Operating Budget, which is prepared to identify the corporation's property tax requirements. Excluded from this Schedule are the operations of the Mendel Art Gallery, Centennial Auditorium, Saskatchewan Place, Saskatoon Public Library and the Sinking Fund.

ii) Trust funds (see note 10) and pension funds and their related operations administered by the City are not reflected in the consolidated financial statements.

iii) Accounting for School Board Transactions:

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards, are not reflected in the municipal fund balances of these financial statements. Amounts due to/from school boards are reported on the consolidated Statement of Financial Position as accounts payable/accounts receivable.

B) Basis of Accounting

i) Sources of financing and expenditures are reported on an accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result

Notes to the Consolidated Financial Statements (cont'd)

of receipt of goods or services and the creation of a legal obligation to pay. Expenditures for sick leave and vacation are recognized as entitlements are used.

Water, Sewer and Electrical Utility customers are billed on a cyclical basis, which may include estimates. No accrual is made for revenues not billed at the year end.

All of the electricity sold to these consumers is purchased from Sask Power. As such, the operation of this utility is dependent on the continued supply of electricity from Sask Power.

ii) Inventories are valued at the lower of cost or net realizable value. Cost is determined using average laid-in costs.

iii) Capital Outlay Financed by Long-term Liabilities to be Recovered in Future Years:

Capital outlay financed by long-term liabilities to be recovered in future years represents the outstanding principal portion of unmatured long-term liabilities for municipal expenditures, less Sinking Fund requirements (See Note 7).

iv) Fixed Assets:

The historical cost and accumulated depreciation for fixed assets are not recorded for municipal purposes. Fixed assets are reported as an expenditure on the Consolidated Statement of Financial Activities in the year of acquisition. The proceeds from debt issues for those fixed assets financed by long-term indebtedness is reported on the Consolidated Statement of Financial Activities.

v) Deferred Revenue - Development Charges:

The City of Saskatoon receives, either from private developers or as a result of the sale of its own developed properties, levies for services which have not yet been provided at the time the levies are collected. These revenues are not recognized until the applicable expenditures for such services are incurred.

vi) Gains and losses on foreign currency transactions are charged to operations when they are realized.

vii) The City of Saskatoon is one of the primary property developers in the municipality. Expenditures relating to the servicing of new subdivisions within the City are charged against the prepaid services account (which forms part of the unexpended capital financing section of the Consolidated Statement of Financial Position). Proceeds from the sale of lots are credited to the prepaid services

Notes to the Consolidated Financial Statements (cont'd)

reserve for that portion attributable to services, and to the Property Realized Reserve for the portion attributable to land. Any property purchased for future land development is funded by the Property Realized Reserve.

viii) The City of Saskatoon makes contributions to the General Superannuation, Part-time and Seasonal Employee Superannuation, Police Superannuation and Firefighters' Superannuation plans on behalf of its staff. All payments required for 1999 were based on current service and have been included as an expenditure in the current year.

ix) The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures for the year. Actual results could differ from those estimates.

2. RECEIVABLES

It is the normal practice of the City to review its accounts receivable on a regular basis and write off, against current operating revenues, any accounts which are considered to be uncollectable. A general allowance of $2,342,000 (1998 - $2,055,000) for uncollectable taxes is included in the balance of Taxes Receivable.

3. LONG-TERM INVESTMENTS

The total long-term investments of $74,805,000 (1998 - $72,996,000) recorded at cost, have a market value of $74,667,000 (1998 - $77,491,000).

4. COLLECTIONS FOR SCHOOL BOARD AND BUSINESS IMPROVEMENT DISTRICTS

The Education Act and Urban Municipality Act set out the manner in which collections of taxes and trailer license fees are to be submitted to the School Boards and the Business Improvement Districts. As the City is acting as agent only for the collection of such taxes, these amounts are not reflected in the Schedule of Revenue and Expenditures, nor are the Assets, Liabilities and Equity of these Boards included in the consolidated financial statements. For 1999, the City remitted $72,574,000 (1998 - $67,062,000) to the Public School Board, $34,363,000 (1998 - $30,577,000) to the Separate School Board, and $494,000 (1998 - $486,000) to the three Business Improvement Districts for levies assessed to their members.

5. PENSION PLANS

The City of Saskatoon administers four employee pension plans - the General Superannuation Plan, the Police

Notes to the Consolidated Financial Statements (cont'd)

Superannuation Plan, the Firefighters' Superannuation Plan, and the Part Time and Seasonal Employee Superannuation Plan. Combined, these plans provide pension benefits for all eligible staff of the City. The General, Police and Firefighters Plans are contributory defined benefit plans. The Seasonal plan is a defined contribution plan. In all plans, contributions are made by Plan members and the City of Saskatoon as stipulated by pension agreements. The defined benefit plans provide for a benefit that is integrated with CPP, and is based on years of contributory service times a percentage of average earnings as defined by each plan. The Part Time and Seasonal Employee Superannuation Plan provides a benefit based on the annuity that can be purchased with the funds in an employee's account (ie: a money purchase plan).

An Actuarial Report filed for the General Superannuation Plan as at December 31, 1997, indicated a surplus of $44,318,000 on actuarial assets of $353,440,000. The City of Saskatoon contributed $3,370,000 to this plan in 1999 (1998 - $3,188,000).

An Actuarial Report filed for the Police Superannuation Plan as at December 31, 1997, indicated a surplus of $8,510,000 on actuarial assets of $168,776,000. The City of Saskatoon contributed $1,362,000 to this plan in 1999 (1998 - $1,347,000).

An Actuarial Report for the Firefighters Superannuation Plan as at December 31, 1996, indicated a surplus of $5,605,000 on actuarial assets of $69,677,000. The City of Saskatoon contributed $862,000 to this plan in 1999 (1998 - $824,000).

The Superannuation Plan for Seasonal and Part Time employees was established January 1, 1992. The City of Saskatoon contributed $175,000 to this plan in 1999 (1998 - $163,000).

All Actuarial Reports referenced in these notes are the latest reports which have been filed with the Superintendent of Pensions.

6. EMPLOYEE BENEFITS PAYABLE

Vacation leave is credited to employees on a monthly basis based on contractual obligations. Such credits are accumulated from the period April 1 to March 31 and may not be taken in advance. Therefore, credits earned from April 1, 1999 to December 31, 1999 would normally be available to employees after April 1, 2000. At December 31, 1999, the value of these credits, plus any credits not yet taken from the accumulation period ending March 31, 1999, totaled $8,800,000 (1998 - $8,598,000).

The City operates a number of Sick Leave Benefit Plans as stipulated within agreements with the various Unions and Associations of employees. These plans are based on the accumulation of sick leave credits to a specified maximum, or are guaranteed long

Notes to the Consolidated Financial Statements (cont'd)

term disability plans. For those Unions with accumulated sick leave plans, the employee is entitled to a cash payment under specified circumstances, including retirements, based upon a formula stipulated in the union agreements. An Actuarial Report as at December 31, 1995 indicated a liability of $4,666,000. The results from this report have been used to extrapolate the 1999 liability of $4,700,000 (1998 - $4,713,000).

The City had been funding, as payment occurred, an early retirement program. In 1999, the remaining liability was expensed, eliminating the outstanding commitment (1998 - $407,000).

Employee benefits payable are recorded as long-term liabilities on the Consolidated Statement of Financial Position, offset by a reduction in fund balances. The total of these liabilities is as follows:

	(Dollars in Thousands) 1999	1998
a) Vacation Leave Accrual	$8,800	$8,598
b) Actuarial value of sick leave credits	4,700	4,713
c) Early Retirement Program	0	407
	$13,500	$13,718

7. NET LONG-TERM LIABILITIES

A) The balance of net long-term liabilities reported on the Consolidated Statement of Financial Position is made up of the following:

Total long-term liabilities incurred by the City, including those incurred on behalf of the Utilities and outstanding at the end of the year amount to $37,623,000 (1998 - $45,210,000).

The total value of sinking funds which have been accumulated to the end of the year to retire the outstanding long-term liabilities included above, amount to $4,321,000 (1998 - $4,244,000).

All long-term debt instruments have been issued in Canadian Funds.

B) Of the total long-term liabilities reported in A) of this note, $28,565,000 will mature between 2000 to 2004, and $9,058,000 between 2005 to 2008.

C) Of the total long-term liabilities of $37,623,000 (1998 - $45,210,000) the following are held by the City as long-term investments:

Notes to the Consolidated Financial Statements (cont'd)

	(Dollars in Thousands) 1999	1998
i) Consolidated Funds	$4,450	$3,659
ii) Cemetery Perpetual Care Fund	295	407
iii) Sinking Fund	1,033	1,033
	$5,778	$5,099

8. CONTINGENT LIABILITIES

A) Various lawsuits and claims are pending by and against the City. It is the opinion of management that final determination of these claims will not materially affect the financial position of the City.

B) Contractual Obligations - The City of Saskatoon has not entered into any long term contractual obligations the recognition of which would materially affect these financial statements.

C) Commitments - On October 8, 1998, the City of Saskatoon, as part of an agreement to purchase a parcel of land referred to as the "School Board Site" for $2,400,000, also agreed to provide land and site services up to $750,000 (to be funded from the Parking Facilities Reserve) for a new School Board Site. Upon execution of the agreement in December of 1998, the City disbursed a 10% downpayment ($240,000), with the remainder to be paid upon possession of the property by the City (June 30, 2001).

The City has further committed to sell this parcel to Princeton Developments Ltd. for $2,400,000. Upon execution of an agreement, the City expects to receive a deposit of $240,000, with the remainder due on the date of closing (June 30, 2001).

On November 16, 1998, the City of Saskatoon committed $2,400,000 towards the costs of constructing the Canadian Light Source synchrotron in Saskatoon. This commitment will be met with three annual payments of $800,000 beginning in 2000.

9. PROPERTY REALIZED RESERVE

The Property Realized Reserve, which is included on Schedule 3, is reported net of all withdrawals. This practice does not recognize the value of assets for property purchased but not yet sold, or repayable advances of funds. At December 31, 1999, the gross value of the Property Realized Reserve is estimated to be $44,433,000 (1998 - $47,882,000) itemized as follows:

Notes to the Consolidated Financial Statements (cont'd)

	(Dollars in Thousands) 1999	1998
Net balance of Reserve, December 31	$12,816	$13,631
Advances Repayable from Future Revenue Fund Provisions	10,751	13,494
Property Purchased from Reserve and not yet re-sold (at estimated cost)	20,866	20,757
Gross Value of Reserve, December 31	$44,433	$47,882

10. TRUST FUNDS

The City administers two trust funds, the Cemetery Perpetual Care Fund and the Group Insurance Trust Fund. The reserve balances in these trusts are $2,500,000 (1998 - $2,473,000) and $1,481,000 (1998 - $1,312,000) respectively.

SCHEDULE 1
SCHEDULE OF FUNDS TO OFFSET TAXATION OR USER CHARGES IN FUTURE YEARS
For the Year Ended December 31, 1999

	(Dollars in Thousands) 1999	1998
Balance, Beginning of Year	**$ 1,370**	**$(1,654)**
Transfer from Sinking Fund	-	1,378
Prior Period Adjustment - GST Rebate	-	63
Transfer from (to) Revenue Stabilization Reserve	(429)	277
Transfer from (to) Interest Stabilization Reserve	(941)	-
Surplus for the Year (Schedule 5)	574	1,306
Balance, End of the Year	**$ 574**	**$ 1,370**

SCHEDULE 2
SCHEDULE OF CAPITAL OPERATIONS
For the Year Ended December 31, 1999

	(Dollars in Thousands) 1999	1998
SOURCES OF FUNDS		
Province of Saskatchewan	$ -	$ 12
Canada/Saskatchewan Infrastructure Program	1,497	1,348
Contributions from Developers, Benefitting Property Owners and Other Users	2,918	3,066
Appropriations		
- From Reserves	50,524	62,372
- From Reserve Funds	396	626
	55,335	67,424
EXPENDITURES		
General Government	1,225	1,785
Protection of Persons and Property	1,099	2,128
Transportation	18,839	14,588
Environmental Health	7,301	7,142
Social and Family Services	218	67
Environmental Development	2,375	4,055
Recreation and Cultural Services	3,803	11,117
Property Purchases and Development	5,989	5,980
Utility Expansion and Replacements	12,851	16,829
	53,700	63,691
Increase in Unexpended Capital Financing	1,635	3,733
Unexpended Capital Financing, Beginning of Year	**45,083**	**41,350**
Unexpended Capital Financing, End of Year	**$46,718**	**$45,083**

SCHEDULE 3
SCHEDULE OF RESERVES
For the Year Ended December 31, 1999

(Dollars in Thousands)

	TOTAL	(NOTE 9) PROPERTY REALIZED	(APPENDIX 1) REPLACEMENT	(APPENDIX 2) FUTURE EXPENDITURES
Balance, Beginning of Year	$ 73,174	$ 13,631	$ 13,428	$ 46,115
Appropriations from Current Operations	35,578	1,958	19,141	14,479
Interest/Capital Gains	166	-	25	141
User Fees/Contributions	215	-	11	204
Provincial Grants	46	-	-	46
Federal Grants	59	-	-	59
Contributions from Developers	15,158	4,198	-	10,960
Operating and Capital Levies	2,396	-	2,381	15
Transfer from Surplus	1,370	-	-	1,370
Transfers Between Reserves	-	(2,697)	(844)	3,541
	$ 128,162	17,090	34,142	76,930
Appropriations to Capital Operations	$ 50,524	4,274	20,376	25,874
Transfer from Stabilization Reserve	-	-	-	-
	50,524	4,274	20,376	25,874
Balance, End of Year	$ 77,638	$ 12,816	$ 13,766	$ 51,056

SCHEDULE 4
SCHEDULE OF RESERVE FUNDS
For the Year Ended December 31, 1999

(Dollars in Thousands)

	TOTAL	BUS REPLACEMENT	SINKING FUND
Balance, Beginning of Year	$ 4,527	$ 2,682	$ 1,845
Revenue	445	171	274
Appropriations from Current Operations	1,000	1,000	-
	5,972	3,853	2,119
Appropriations to Capital Operations	396	396	-
			-
Balance, End of the Year	$ 5,576	$ 3,457	$ 2,119

SCHEDULE 5
SCHEDULE OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 1999

(Dollars in Thousands)

	1999		1998
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Taxation	$ 73,681	$ 74,090	$70,628
Grants in Lieu of Taxes	17,045	16,857	16,906
Services Provided to Other Governments	577	608	595
Sale of Services	15,321	15,672	14,946
Other Revenue from Own Sources	23,560	24,515	23,597
Transfers from Other Governments	7,148	7,140	6,559
Other Transactions	15,436	15,415	15,541
Total Revenues for the Year (Appendix 3)	**152,768**	**154,297**	**148,772**
EXPENDITURES			
General Government	16,702	17,582	15,860
Protection of Persons and Property	54,223	54,225	51,491
Transportation	25,922	26,128	25,072
Environmental Health	4,645	4,954	4,576
Social and Family Services	2,652	2,487	2,267
Environmental Development	13,174	12,987	12,810
Recreation and Cultural Services	20,850	20,646	20,862
Contribution to Reserves	10,523	10,722	10,086
Debt Servicing Costs	4,077	3,992	4,442
Total Expenditures for the Year (Appendix 4)	**152,768**	**153,723**	**147,466**
SURPLUS	**$ -**	**$ 574**	**$ 1,306**

APPENDIX 1
SCHEDULE OF REPLACEMENT RESERVES
December 31, 1999

	(Dollars in Thousands) 1999	1998
Albert Community Centre	$ 35	$ 70
Asphalt Plants	-	84
Automated Garbage Containers	111	11
Boards:		
Centennial Auditorium	79	(110)
Saskatoon Public Library	458	388
Mendel Art Gallery	62	56
Saskatchewan Place	262	145
Buildings and Grounds Equipment	276	340
Civic Vehicles and Equipment	4,448	4,476
Electrical Distribution	3,154	4,878
Electronic Machines	29	4
Fire Equipment	147	94
Fire Apparatus	296	(211)
Infrastructure Replacement:		
Surface Improvements	222	9
Water and Sewer Replacements	(61)	(502)
Landfill	2,428	2,238
Landfill - Buildings and Equipment	193	193
Leisure Services Equipment	474	489
Photocopy Machine	67	26
Police - Vehicle/Radio	100	-
Sewage Collection/Treatment	(70)	38
Water Utility	854	530
Weigh Scales	202	202
Balance, End of Year	**$13,766**	**$ 13,428**

APPENDIX 2
SCHEDULE OF RESERVES FOR FUTURE EXPENDITURES
December 31, 1999

	(Dollars in Thousands) 1999	1998
Animal Trading - Zoo	$ 80	$ 96
Boards:		
Centennial Auditorium	119	581
Saskatoon Public Library	2,669	1,936
Mendel Art Gallery	56	128
Saskatchewan Place	433	646
Buildings and Grounds - Civic Facilities	1,935	2,106
Building Permits/Inspections	216	279
Campsite	58	71
Cemetery Stabilization	21	18
Corporate Information Systems Development	117	92
Dedicated Lands	367	360
Dedicated Roadways	297	259
Electrical Distribution Extension	1,850	1,842
Electrical Revenue Stabilization	751	962
Fire Department Uniforms	64	125
Forestry Farm Park Development	7	8
Forestry Farm Auditorium	8	14
General Voting	175	107
Golf Courses	182	87
Heritage Fund	110	70
Holiday Park Golf Course Development	251	123
Infrastructure - Transportation Expansion	514	-
Insurance Deductible	454	305
Interest Stabilization	1,416	-
Kinsmen Park Rides	111	83
Land Operations	1,117	667
Neighborhood Park Enhancement	184	151
Parking Facilities (NOTE 8 (c))	1,521	1,877
Parking Operations	88	88
Pest Control	27	14
Police Facilities Major Repair	(14)	168
Police Equipment	225	33
Subtotal to next page	$ 15,409	$ 13,296

SCHEDULE OF RESERVES FOR FUTURE EXPENDITURES CONT'D

	(Dollars in Thousands) 1999	1998
Subtotal from Previous Page	$ 15,409	$ 13,296
Planning Levy	3	-
Prepaid Services	22,636	16,621
Public Works Buildings	251	395
Reserve for Capital Expenditures	414	1,608
Revenue Stabilization	431	2
Sewage Collection/Treatment Capital	90	85
Sewage Utility Stabilization	-	1,112
Snow and Ice Management Contingency	1,007	737
Social Housing Capital	837	616
Social Housing Operating	888	1,060
Special Events	9	13
Spectator Ball Fields	17	17
Sports Participation	47	59
Streetscape	986	491
Sundry	2,126	1,684
Transit Stabilization	-	27
Transit Capital	72	8
Waste Minimization	100	48
Water Capital Projects	4,046	6,781
Water Stabilization	-	370
Vehicle and Equipment Stabilization	447	170
Vehicle and Equipment Acquisition	1,240	915
Balance, End of Year	**$ 51,056**	**$ 46,115**

APPENDIX 3
SCHEDULE OF REVENUES
For the Year Ended December 31, 1999

	(Dollars in Thousands) 1999 ESTIMATE	1999 ACTUAL	1998 ACTUAL
TAXATION			
Property Levy	$ 72,392	$ 72,855	$ 69,345
Local Improvements Levy	964	868	920
Trailer Occupancy	75	75	75
Business Levy	-	-	(34)
Amusement	380	435	442
Tax Discounts	(130)	(143)	(120)
	73,681	**74,090**	**70,628**
GRANTS IN LIEU OF TAXES			
Senior Governments and Agencies	3,424	3,390	3,176
Own Utilities			
- Water	1,557	1,539	1,760
- Electrical	11,446	11,325	11,312
- Transit	124	124	115
- Sewage	494	479	543
	17,045	**16,857**	**16,906**
SERVICES PROVIDED TO OTHER GOVERNMENTS			
Fire Protection -			
R.M. of Corman Park	53	53	53
Federal Government	524	555	542
	577	**608**	**595**

SCHEDULE OF REVENUES CONT'D

(Dollars in Thousands)

	1999		1998
	ESTIMATE	ACTUAL	ACTUAL
SALE OF SERVICES			
Legal Fees	$ 63	$ 125	$ 92
Tax Searches and Enforcement	140	130	142
Police	326	410	359
Fire	40	74	63
Engineering	18	24	23
Parking	2,401	2,570	2,442
Solid Waste Management	1,430	1,330	1,186
Transportation	86	96	18
Recycling	82	102	48
Cemetery	914	799	693
Planning	735	786	750
Tourist Campsite	151	164	157
Forestry Farm Park	253	249	265
Kinsmen Park Rides	148	139	137
Albert Community Centre	97	112	103
Marr Residence	3	3	2
Swimming Pools	280	255	302
Golf Courses	2,119	2,069	2,154
Skating Rinks/Soccer Centre	1,234	1,243	1,269
Recreation/Competitive Facilities:			
- Rentals	2,360	2,450	2,398
- Programming	2,260	2,344	2,155
Ball Fields	41	41	40
Outdoor Sports Fields	97	114	105
Municipal Services Agreement	43	43	43
	15,321	**15,672**	**14,946**
OTHER REVENUE FROM OWN SOURCES			
Licenses and Permits	1,180	1,222	1,184
Fines and Penalties	3,127	3,472	3,211
Property Rentals	311	338	300
Franchise Fees	8,764	8,768	8,256
Interest Earnings	8,369	8,630	8,748
Tax Penalties	1,700	1,821	1,723
Other Revenue	109	264	175
	23,560	**24,515**	**23,597**

SCHEDULE OF REVENUES CONT'D

	(Dollars in Thousands) 1999 ESTIMATE	1999 ACTUAL	1998 ACTUAL
TRANSFERS FROM OTHER GOVERNMENTS			
Federal:			
- City Clerks	$ -	$ 1	$ -
- Employment	2	16	7
- Police - Special Programs	20	22	10
Provincial:			
- Employment	-	6	-
- Revenue Sharing	5,590	5,590	5,590
- Police - Special Programs	799	892	338
- Special Needs Transportation	737	613	614
	7,148	**7,140**	**6,559**
OTHER TRANSACTIONS			
Own Utilities Surplus (Deficit):			
- Water (Appendix 5)	-	(21)	-
- Electrical (Appendix 6)	13,897	13,897	14,043
- Sewage Collection & Disposal (Appendix 8)	-	-	-
Administration Recovery	1,539	1,539	1,498
	15,436	**15,415**	**15,541**
TOTAL REVENUE	**$ 152,768**	**$ 154,297**	**$ 148,772**

APPENDIX 4
SCHEDULE OF EXPENDITURES
For the Year Ended December 31, 1999

	(Dollars in Thousands) 1999		1998
	ESTIMATE	ACTUAL	ACTUAL
GENERAL GOVERNMENT			
Legislative	$ 600	$ 578	$ 786
Administrative	4,219	4,256	3,864
Financial	3,740	3,689	3,764
Assessment	1,747	1,657	1,653
Common Services	4,589	4,351	3,575
Grants	501	499	485
General Payroll Costs	168	1,268	485
Auditor General	544	678	521
Other	504	549	665
Local Improvement Tax on Exempt Property	90	57	62
	16,702	**17,582**	**15,860**
PROTECTION OF PERSONS AND PROPERTY			
Police	31,855	31,873	29,879
Prov of Saskatchewan - Court Costs	675	770	720
Fire	19,638	19,500	18,906
Emergency Measures	140	127	125
Inspections	1,131	1,177	1,110
Animal and Pest Control	289	283	269
S.P.C.A.	495	495	482
	54,223	**54,225**	**51,491**
TRANSPORTATION			
Engineering	1,715	1,732	1,721
Roads and Streets	2,407	2,449	2,356
Drainage and Snow Removal	3,408	3,441	3,118
Street Cleaning	1,134	1,159	1,102
Bridges, Crossings and Subways	364	320	367
Street Lighting	4,058	4,025	3,996
Transportation Services	2,321	2,367	2,286
Parking	1,065	1,022	971
Transit Operations (Appendix 7)	9,450	9,613	9,155
	25,922	**26,128**	**25,072**

SCHEDULE OF EXPENDITURES CONT'D

	(Dollars in Thousands) 1999		1998
	ESTIMATE	ACTUAL	ACTUAL
ENVIRONMENTAL HEALTH			
Waste Collection and Disposal	$ 4,310	$ 4,535	$ 4,226
Recycling	335	419	350
	4,645	**4,954**	**4,576**
SOCIAL AND FAMILY SERVICES			
Cemetery	915	799	786
Social Housing	170	121	143
Burial of Indigents	18	26	21
Transportation for the Disabled	1,549	1,541	1,317
	2,652	**2,487**	**2,267**
ENVIRONMENTAL DEVELOPMENT			
South Downtown Redevelopment	-	-	3
Planning	2,292	2,276	2,432
Buildings and Grounds Maintenance	9,430	9,245	8,923
Tourist Campsite	150	164	157
Tourism Saskatoon	287	287	285
Economic Development (S.R.E.D.A.)	386	386	384
Meewasin Valley Authority	557	557	557
Business Improvement Districts	72	72	69
	13,174	**12,987**	**12,810**

SCHEDULE OF EXPENDITURES CONT'D

(Dollars in Thousands)

	1999		1998
	ESTIMATE	ACTUAL	ACTUAL
RECREATIONAL AND CULTURAL SERVICES			
Administration	$ 1,349	$ 1,347	$ 1,311
Forestry Farm Park	1,026	1,022	1,020
Community Services	1,511	1,506	1,471
Kinsmen Park Rides	148	139	137
Albert Community Centre	183	184	186
Marr Residence	13	12	8
Swimming Pools	586	559	556
Golf Courses	2,119	2,069	2,154
Skating Rinks	1,386	1,368	1,412
Recreation/Competitive Facilities			
- Rentals	3,748	3,759	3,577
- Programming	3,648	3,706	3,592
Ball Fields	156	143	154
Outdoor Sports Fields	188	184	177
Boards			
- Saskatchewan Place	1,124	1,036	1,575
- Centennial Auditorium	750	750	750
- Mendel Art Gallery	1,139	1,139	1,105
Program Development	825	772	738
Subsidy - Minor Sports	739	739	699
Wanuskewin Heritage Park	212	212	240
	20,850	**20,646**	**20,862**
CONTRIBUTION TO RESERVES			
Operating	451	569	(12)
Capital	10,072	10,153	10,098
	10,523	**10,722**	**10,086**
DEBT SERVICING			
Debt Charges	3,153	3,076	3,680
Interest Paid to Utilities	821	818	655
Banking Services	103	98	107
	4,077	**3,992**	**4,442**
TOTAL EXPENDITURES	**$ 152,768**	**$ 153,723**	**$ 147,466**

APPENDIX 5
WATER UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 1999

(Dollars in Thousands)

	1999		1998
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Metered	$ 16,540	$ 16,355	$ 17,721
Infrastructure Levy	2,411	2,399	2,232
Miscellaneous	25	8	61
Fire Protection Charge	536	536	520
Late Payment Penalties	96	46	96
	19,608	**19,344**	**20,630**
EXPENDITURES			
General	9,870	9,919	9,860
Treatment and Pumping	3,986	4,356	4,353
Buildings and Grounds	353	354	332
Meters	804	801	831
Watermains	3,068	3,771	3,317
Hydrants	669	519	696
Services	858	873	871
	19,608	**20,593**	**20,260**
SURPLUS (DEFICIT) BEFORE TRANSFER TO RESERVE	-	**(1,249)**	**370**
TRANSFER FROM (TO) STABILIZATION RESERVE	-	**1,228**	**(370)**
DEFICIT	$ -	$ (21)	$ -

APPENDIX 6
ELECTRICAL UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 1999

(Dollars in Thousands)

	1999		1998
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Metered Revenue	$ 83,914	$ 83,082	$ 82,929
Service Connection Fees	195	162	203
Miscellaneous	139	139	140
Tax Collection Commission	2	2	2
Late Payment Penalties	162	88	160
Property Rentals	9	-	28
	84,421	**83,473**	**83,462**
EXPENDITURES			
General	13,708	13,815	13,678
Power Purchased	45,001	44,466	44,771
Buildings and Grounds	300	325	267
Poles, Lines and Feeders	2,310	2,090	2,161
Substations	475	377	243
Street Lighting	550	528	521
Meters	688	715	642
System Operations	139	117	108
Provision for Capital Extension	3,556	3,610	3,552
Provision for Capital Replacement	3,797	3,743	3,514
	70,524	**69,786**	**69,457**
SURPLUS BEFORE TRANSFER TO RESERVE	**13,897**	**13,687**	**14,005**
TRANSFER FROM STABILIZATION RESERVE	-	**210**	**38**
SURPLUS	**$ 13,897**	**$ 13,897**	**$ 14,043**

APPENDIX 7
TRANSIT UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 1999

(Dollars in Thousands)

	1999		1998
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Mail Carriers	$ 42	$ 40	$ 42
Passes	2,980	3,038	2,958
Cash Fares	2,400	2,347	2,373
Ticket Sales	1,275	1,164	1,256
Charter	650	661	586
Senior Citizens Passes	425	411	431
General Services Operating Allowance	9,450	9,450	9,155
Advertising	230	217	208
	17,452	17,328	17,009
EXPENDITURES			
General	3,439	3,373	3,260
Transportation			
- Operating	9,235	9,376	9,359
- Supervision	1,013	1,017	996
- Other	488	468	409
Equipment Servicing	931	911	915
Equipment Repair	1,378	1,411	1,276
Stores	85	83	80
Shop	883	879	898
	17,452	17,518	17,193
DEFICIT BEFORE TRANSFER FROM RESERVE	-	(190)	(184)
TRANSFER FROM STABILIZATION RESERVE	-	27	184
DEFICIT	$ -	$ (163)	$ -

APPENDIX 8
SEWAGE COLLECTION AND DISPOSAL UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 1999

(Dollars in Thousands)

	1999		1998
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Metered	$ 16,464	$ 16,161	$ 17,185
Infrastructure Levy	3,329	3,299	3,080
Late Payment Penalties	64	31	64
Miscellaneous Revenue	220	198	219
	20,077	**19,689**	**20,548**
EXPENDITURES			
General	12,227	12,211	11,865
Lift Stations	534	524	491
Pollution Control Plant	3,058	2,996	2,753
Sludge Handling & Disposal	692	747	657
Sewer Engineering	236	248	168
Sewer Inspections	284	279	278
Sewer Maintenance	1,892	1,681	2,014
Service Connections	1,154	1,256	1,210
	20,077	**19,942**	**19,436**
SURPLUS (DEFICIT) BEFORE TRANSFER TO RESERVE	-	(253)	1,112
TRANSFER FROM (TO) STABILIZATION RESERVE	-	253	(1,112)
DEFICIT	$ -	$ -	$ -

City of Saskatoon

(Saskatchewan, Canada)

KPMG LLP
Chartered Accountants

Auditors' Report

His Worship the Mayor and City Council:

We have audited the Balance Sheet of the Trust Funds of the City of Saskatoon as at December 31, 1999 and the Statement of Reserves for the year then ended. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the Trust Funds of the City of Saskatoon as at December 31, 1999 and the results of its operations and the changes in its financial position for the year then ended in accordance with municipal accounting principles as disclosed in Note 1 to the financial statements.

KPMG LLP

Chartered Accountants
Saskatoon, Saskatchewan
March 31, 2000

TRUST FUNDS
BALANCE SHEET
As at December 31, 1999

	CEMETERY PERPETUAL CARE	GROUP INSURANCE TRUST	1999 TOTAL	1998 TOTAL
		(Dollars in Thousands)		
ASSETS				
Cash and Short Term Investments	$ 350	$ 622	$ 972	$ 1,105
Accounts Receivable	-	353	353	82
Accrued Interest	42	9	51	55
Investments (Note 2)	2,130	500	2,630	2,626
	$ 2,522	**$ 1,484**	**$ 4,006**	**$ 3,868**
LIABILITIES AND RESERVES				
Bank Overdraft	$ -	$ -	$ -	$ 61
Accounts Payable	22	3	25	22
Reserves	2,500	1,481	3,981	3,785
	$ 2,522	**$ 1,484**	**$ 4,006**	**$ 3,868**

See accompanying notes.

TRUST FUNDS
STATEMENT OF RESERVES
For the Year Ended December 31, 1999

	CEMETERY PERPETUAL CARE	GROUP INSURANCE TRUST	1999 TOTAL	1998 TOTAL
		(Dollars in Thousands)		
Balance, Beginning of Year	$ 2,473	$ 1,312	$ 3,785	$ 3,826
CAPITAL RECEIPTS				
Sale of Cemetery Plots	27	-	27	27
Interest Earned	187	58	245	249
Experience Refund	-	271	271	82
	2,687	1,641	4,328	4,184
DISBURSEMENTS				
Transfer to Revenue Fund	187	160	347	399
Balance, End of Year	**$ 2,500**	**$ 1,481**	**$ 3,981**	**$ 3,785**

See accompanying notes.

Notes to the Financial Statements (Trust Funds)

For the Year Ended December 31, 1999

1. ACCOUNTING POLICIES

Basis of Accounting

The Trust Funds operate on the accrual basis of accounting. Any interest earned but not received as at December 31 has been recorded in Accrued Interest.

2. INVESTMENTS

The total of investments of $2,630,000 (1998 - $2,626,000) recorded on the Balance Sheet at cost, have a market value of $2,746,000 (1998 - $2,919,000) at December 31.

3. FUND PURPOSE

A) Group Insurance Trust Fund

Premiums are shared equally between the employer and the employee. Surpluses are generated when premiums exceed administration charges and claims payments by the carrier. A portion of the accumulated funds are used to reduce both the employer's and employee's premiums.

Under the Terms of the Underwriting Agreement, the claims Fluctuation Reserve held by the Group Insurance Trust Fund for 1999 must be at least 25% of premiums paid, or $153,072.

B) Cemetery Perpetual Care Trust Fund

The Perpetual Care Fund is intended to provide the necessary annual funding for the maintenance services to the cemetery in perpetuity.

4. COMPARATIVE FIGURES

Certain of the prior year's comparative figures have been reclassified to conform to the current year's presentation.

City of Saskatoon

(Saskatchewan, Canada)

City of
Saskatoon

SUMMARY OF SOURCE AND APPLICATION OF CAPITAL FUNDS

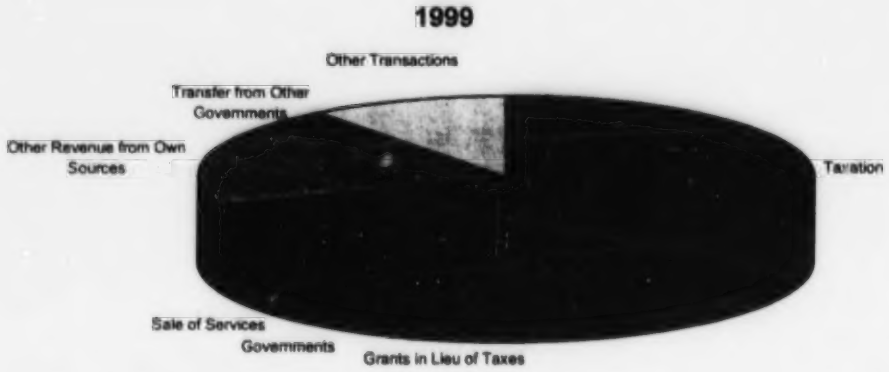
For the Years 1995 to 1999

(Dollars in Thousands)

	1995	1996	1997	1998	1999
SOURCES OF FUNDS					
Debentures	38,000	326	116	–	-
Canada/Saskatchewan Infrastructure Program	4,480	989	3,625	1,348	1,497
Province of Saskatchewan	–	12	9	12	-
Contribution from Developers, Benefitting Property Owners & Other Users	1,374	2,259	2,835	3,066	2,918
Appropriations					
- Taxation	110	–	–	–	-
- Reserves	37,609	35,657	58,952	62,372	50,524
- Reserve Funds	5,499	931	2,898	626	396
Loan - Bus Replacement Fund	449	–	–	–	-
	87,521	**40,174**	**68,435**	**67,424**	**55,335**
APPLICATION OF FUNDS					
General Government	1,411	1,644	2,361	1,785	1,225
Protection of Persons and Property	2,705	1,808	1,857	2,128	1,099
Transportation	22,121	15,951	20,308	14,588	18,839
Environmental Services	37,426	5,391	6,414	7,142	7,301
Social and Family Services	564	55	237	67	218
Environmental Development	1,802	946	3,848	4,055	2,375
Recreation and Cultural Services	4,303	4,485	4,828	11,117	3,803
Property Purchases and Development	3,270	5,611	8,249	5,980	5,989
Utility Expansion and Replacements	6,858	10,081	10,529	16,829	12,851
	80,460	**45,972**	**58,631**	**63,691**	**53,700**
Unexpended Capital Financing, Beginning of Year	**30,283**	**37,344**	**31,546**	**41,350**	**45,083**
Unexpended Capital Financing, End of Year	**$ 37,344**	**$ 31,546**	**$ 41,350**	**$ 45,083**	**$ 46,718**

SUMMARY OF REVENUES

For the Years 1995 to 1999

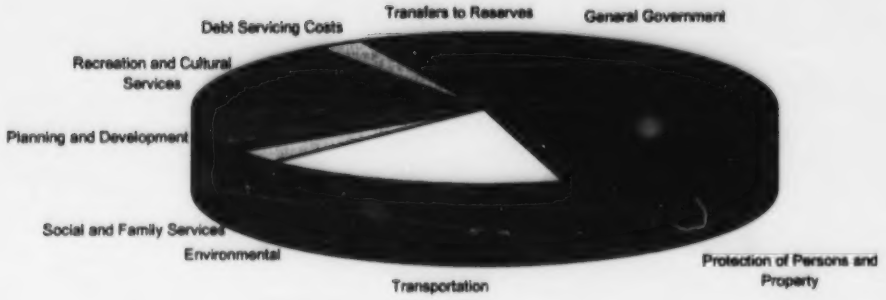


	1995	1996	1997	1998	1999
Taxation	$ 64,975	$ 65,587	$ 67,216	$ 70,628	$ 74,090
Grants in Lieu of Taxes	15,595	16,180	16,335	16,906	16,857
Services Provided to Other Governments	45	465	566	595	608
Sale of Services	12,350	12,761	13,874	14,946	15,672
Other Revenue from Own Sources	23,975	23,602	22,544	23,597	24,515
Transfer from Other Governments	11,876	11,911	6,283	6,559	7,140
Other Transactions	12,239	14,907	14,794	15,541	15,415
	$ 141,055	$ 145,413	$ 141,612	$ 148,772	$ 154,297

SUMMARY OF EXPENDITURES

For the Years 1995 to 1999

1999



	1995	1996	1997	1998	1999
General Government	$ 20,031	$ 15,999	$ 16,909	$ 15,860	$ 17,582
Protection of Persons and Property	44,987	48,702	49,012	51,491	54,225
Transportation	20,910	22,490	24,193	25,052	26,128
Environmental	3,770	4,432	4,418	4,576	4,954
Social and Family Services	7,153	7,389	2,037	2,267	2,487
Planning and Development	10,612	11,380	12,365	12,810	12,987
Recreation and Cultural Services	17,711	18,709	19,442	20,862	20,646
Debt Servicing Costs	6,525	5,849	5,063	4,442	3,992
Transfers to Reserves	8,680	12,423	9,827	10,086	10,722
	$ 140,379	$ 147,373	$ 143,266	$ 147,446	$ 153,723

SUMMARY OF EXPENDITURES
(BY OBJECT CODE)
For the Years 1995 to 1999

	(Dollars in Thousands)				
	1995	1996	1997	1998	1999
Salary and Payroll Costs	$ 77,695	$ 81,309	$ 84,420	$ 86,710	$ 91,254
Utilities	7,424	7,476	7,529	7,582	7,513
Fixed Assets and Transfers to Capital	3,470	3,454	3,869	818	647
Transfers to Funds and Reserves	10,919	15,260	14,200	18,091	19,857
Transit Subsidy (Incl. Senior's Subsidy)	7,965	8,950	8,775	10,389	11,101
Interest/Principal Payments	9,715	8,256	7,311	6,757	5,430
Other Operating Expenditures	43,660	45,732	46,038	44,020	47,401
Cost Recoveries	(20,469)	(23,064)	(28,876)	(26,901)	(29,480)
Total Expenditures (Appendix 4)	**$140,379**	**$147,373**	**$143,266**	**$147,466**	**$153,723**

SUMMARY OF RESERVES, RESERVE FUNDS AND SURPLUS
For the Years 1995 to 1999

	(Dollars in Thousands)				
	1995	1996	1997	1998	1999
RESERVES:					
Property Realized	$ 19,766	$ 21,081	$ 15,815	$ 13,631	$ 12,816
Replacement	18,689	21,246	20,931	13,428	13,766
Future Expenditures	44,673	53,361	45,167	46,115	51,056
RESERVE FUNDS	5,829	6,425	5,058	4,527	5,576
SURPLUS (DEFICIT)	350	(1,960)	(1,654)	1,370	574
	$ 89,307	**$100,153**	**$ 85,317**	**$ 79,071**	**$ 83,788**

SUMMARY OF PUBLIC UTILITIES OPERATING RESULTS
For the Years 1995 - 1999

(Dollars in Thousands)

	1995	1996	1997	1998	1999
Net surplus after deducting operating expenses, debt charges and contributions to reserves:					
Electrical Distribution	$ 11,152	$ 13,945	$ 13,964	$ 14,043	$ 13,897
Water Supply	(61)	(478)	(603)	–	(21)
Transit System (before contribution from General Revenue)	(8,449)	(8,950)	(8,775)	(9,155)	(9,613)
Sewage Collection & Disposal	(251)	–	(25)	–	–
Net Surplus	$ 2,391	$ 4,517	$ 4,561	$ 4,888	$ 4,263
Amount contributed by Utilities to Revenue as grant in lieu of taxes	$ 12,565	$ 13,255	$ 13,281	$ 13,730	$ 13,467

SUMMARY OF DEBENTURE DEBT AND REQUIRED SINKING FUND
For the Years 1995 to 1999

	1995	1996	1997	1998	1999
Total Debenture Debt	$ 66,763,282	$ 58,809,088	$ 52,244,641	$ 45,210,155	$ 37,623,622
Less Sinking Fund	4,725,791	3,972,890	4,156,298	4,243,771	4,321,023
Net Debt	**$ 62,037,491**	**$ 54,836,198**	**$ 48,088,343**	**$ 40,966,384**	**$ 33,302,599**
Population Estimate at Dec. 31 (1)	199,158	204,678	203,149	207,053	212,136
Gross Debt Per Capita	$ 335	$ 287	$ 257	$ 218	$ 177
Net Debt Per Capita	$ 311	$ 268	$ 237	$ 198	$ 157
Mill Rate Supported Debt	$ 76	$ 54	$ 43	$ 30	$ 17

Section 211 of the Saskatchewan Urban Municipalities Act states "The amount of the Long-term debt of an urban municipality outstanding at any time may not exceed the amount authorized by the Saskatchewan Municipal Board." No limitations on debt have been placed on the City of Saskatoon by the Saskatchewan Municipal Board, and that Board has approved all debentures included in the above summary.

(1) Provided by the Planning Department and based on Saskatchewan Health statistical data. This data is updated once every three years (1997 being the most current year) and may result in some anomalies in the intervening years.

SUMMARY OF DEBENTURE DEBT AND REQUIRED SINKING FUND
For the Years 1998 and 1999

	1999	Sinking Fund At Dec 31/99	1998	Sinking Fund At Dec 31/98
Waterworks Utility	$ 4,411,360	$ 1,979,134	$ 4,967,407	$ 1,788,399
Sewer Utility	26,404,915	(6,449)	29,849,705	(5,367)
Local Improvements - Property Share (1)	3,234,275	1,269,458	4,086,254	1,450,309
High School	–	–	–	–
Total Debt Not Supported by Civic Mill Rate	**$ 34,050,550**	**$ 3,242,143**	**$ 38,903,366**	**$ 3,233,341**
Total Civic Mill Rate Debt	**$ 3,573,072**	**$ 1,078,880**	**$ 6,306,789**	**$ 1,010,430**
Total Debenture Debt	$ 37,623,622		$ 45,210,155	
Total Sinking Fund	4,321,023		4,243,771	
Net Debt (2)	**$ 33,302,599**		**$ 40,966,384**	
Population Estimate at Dec. 31 (3)	212,136		207,053	
Gross Debt Per Capita	**$ 177**		**$ 218**	
Net Debt Per Capita	**$ 157**		**$ 198**	
Mill Rate Supported Debt	**$ 17**		**$ 30**	

(1) Including City Share of Water and Sewage Local Improvements
(2) All Figures are Based on Book Values and Have Not Been Adjusted For Foreign Currency Exchange
(3) Provided by the Planning Department and based on Saskatchewan Health Statistical Data. This data is updated once every three years (1997 being the most current year) and may result in some anomalies in the intervening years.

DEBENTURES MATURING WITH PERCENTAGES
As at December 31, 1999

Year	Debentures Maturing	Percentage Yearly	Percentage Reduction Accumulated
2000	7,323,543	19.5	19.5
2001	5,542,022	14.7	34.2
2002	4,924,582	13.1	47.3
2003	5,528,743	14.7	62.0
2004	5,246,486	13.9	75.9
2005	5,955,023	15.8	91.7
2006	1,491,897	4.0	95.7
2007	662,321	1.8	97.5
2008	949,005	2.5	100.0
	$ 37,623,622	100.00	

SUMMARY OF PROPERTY ASSESSMENT AND TAX LEVY
For the Years 1995 to 1999

	1995	1996	1997*	1998	1999
Gross Assessment - Land	$ 670,525,510	$ 675,001,730	$ 1,932,900,373	$ 1,860,472,780	$ 1,781,081,653
- Improvements	868,821,880	883,850,120	5,021,785,655	4,474,752,434	4,508,984,484
Total Assessment	1,539,347,390	1,558,851,850	6,954,686,028	6,335,225,214	6,290,066,137
Exemptions	380,023,570	378,585,110	2,025,563,005	1,294,359,334	1,228,269,734
Assessed Value for Taxation	**$ 1,159,323,820**	**$ 1,180,266,740**	**$ 4,929,123,023**	**$ 5,040,865,880**	**$ 5,061,796,403**
	Mills	**Mills**	**Mills**	**Mills**	**Mills**
Tax Rate:					
General	51.70	51.70	13.43	14.14	14.3485
Library	6.34	6.35	1.65	1.71	1.7144
Education:					
Public Board/Separate Board	74.30	75.50	18.93	18.93	20.2400
Total	**132.34**	**133.55**	**34.01**	**34.78**	**36.3029**
	$ 155,821,253	**$ 165,027,033**	**$ 181,701,940**	**$ 184,166,852**	**$ 195,695,306**
Tax Collections:					
Current	$ 152,291,021	$ 160,203,904	$ 174,579,224	$ 176,176,419	$ 188,295,884
Arrears	6,856,044	5,557,216	5,921,554	6,010,059	7,462,830
Total Collected	**$ 159,147,065**	**$ 165,761,120**	**$ 180,500,778**	**$ 182,186,478**	**$ 195,758,714**
Percentage of Levy Collected:					
Current	97.73%	97.08%	96.08%	95.66%	95.00%
Current and Arrears	95.52%	95.79%	93.86%	92.30%	92.60%
Taxes Outstanding:					
Current	$ 4,800,941	$ 5,274,195	$ 7,115,700	$ 7,053,420	$ 7,399,422
Arrears	4,482,337	5,344,978	6,117,603	6,519,204	5,869,232
Net Outstanding	**$ 9,283,278**	**$ 10,619,173**	**$ 13,233,303**	**$ 13,572,624**	**$ 13,268,654**

* Re-Assessment

SASKATOON ECONOMIC STATISTICS
For the Years 1995 to 1999

	1995	1996	1997	1998	1999
Saskatoon population (December 31)	199,158	204,678	203,149	207,053	212,136
Annual change	+1.82%	+2.77%	-0.74%	+1.92%	2.45%
Saskatoon inflation rate - annual average	2.0%	1.8%	1.1%	1.5%	2.1%
Saskatoon unemployment rate - annual average	8.1%	8.1%	7.1%	7.2%	6.3%
No. of Persons Employed in Saskatoon	106,000	108,400	113,000	112,800	113,600
Saskatoon building permits:					
Total number	2,137	2,288	2,443	2,406	2,460
Total value ($Millions)	$ 130.5	$ 159.7	$ 154.9	$ 162.7	$ 177.9
Annual change	+14.3%	+22.4%	-3.0%	+5.0%	9.3%

SOURCES OF INFORMATION:

* Saskatoon Regional Economic Development Authority
* City of Saskatoon - Planning & Building Department

MAJOR TAXPAYERS IN SASKATOON
1999 Taxable Assessment
(In 000's)

Cadillac Fairview Corp.	$ 82,185
Centre at Circle & 8th	54,510
Boardwalk Equities	44,707
Rathcliffe Holdings Limited	33,305
Westfair Properties Ltd.	32,228
Riocan Holdings Inc.	24,753
Pensionfund Realty Limited	24,633
Princeton Developments Ltd.	13,401
Federated Co-operatives Limited.	12,878
Agrifoods International Cooperative Ltd.	11,967